5/003/033

From:

Beth Ericksen

To:

nwobbe@american-stone.com

Date:

11/17/2006 2:12:40 PM

Subject:

Re: Star Stone Surety

Hi Nicole.

Thank you for your email. We just returned from an EPA conference in Tucson. The weather was beautiful and the conference was less so, but engaging none the less.

Here's what is required:

RE: LION HEART, this is a BLM held bond. **The BLM office should send the bond to the Division** since the Division likes to administer the bonds that do not fall under 3809 regs. I do have a copy of the Decision of acceptance of the financial guarantee sent by the BLM. The actual cd information will be required, however.

To determine the bond amount for this site, Mr. Lyn Kunzler will have to be contacted so the specifics can be established (disturbed acreage etc). The current bond amount being admin'd by the BLM may/may not be enough. The state has their own regs determining bond amount. The BLM holds a cd at Wells Fargo Bank. This cd will require retitling (adding the Division). Please contact the bank and advise them of this requirement. If necessary, your contact can contact me for details. This retitling effort will be required regardless of the state determined bond requirement amount.

RE: HORSE CREEK

I don't see a bond amount that has been determined for this site. As a result, follow the information as stated above and contact Lynn for the required amount. The BLM will be required to approve the form and amount.

>>> "Nicole" <nwobbe@american-stone.com> 11/15/2006 11:18 AM >>> Hi Beth,

How have you been?

I spoke with Paul yesterday regarding the Surety that is due for the quarries based on the letter we received. We thought, and he confirmed, that we only need Surety for Horse Creek and Lionhart. We believe that we have surety for Lionheart in the amount of \$8,545.40 - is this correct?

Also, do you have any information on Horse Creek and what the surety should be?

Thanks,

Nicole Wobbe-Espinoza Executive Assistant Star Stone Quarries 4040 South 300 West Murray, UT 84107 p. 801-262-4300 ext. 109 f. 801-262-5069